TOP CONTINUED

YENONA

m 1340

From: MOSCOW

To: NEW YORK

No: 481

24 Nay 1944

[8 groups unrecovered, 2 groups unidentified]

with REO about organizing a mixed company with a [Dt capital] of \$200,000 run along the lines discussed in the firm's offer.

In your negotiations, proceed on the following basis:

1) [1 group unidentified] RKO that in connection with the shsence

[4 groups unrecovered]

for individual firms lease of American films [1 group unidentified] on percentage (unidentified plural noun) [1 group unidentified] therefore obtaining American films [1 group garbled] on a firm account.

The supplying of Soviet films to the firm is carried out on percentage (same plural noun as above). The Peoples Commissariat of Foreign Trade [one group garbled] that lease of American films on a percentage basis (I group unrecovered) but that the USSR does not export its currency.

- (Ct Payment) for [unidentified adjactive] American films we [1 group unidentified] on the average \$50,000-60,000.
- 3) [I group unidentified] lease in the USA of 12 Soviet films a year on [I group unidentified] against [unidentified participle] by us on a firm account 8 RKO films for the same period or a different number [Ct at a ratio of] 3 : 2.
- 4) In order [1 group unidentified] films [unidentified adjective] time [1 group unidentified] of films, we are willing instead of the [unidentified adjective] 50% [1 group unidentified] for our films 40% or even 30%

[8 groups untranslatable, 85 groups unavailable or unrecovered]

film.

[3 groups unrecovered] lease of our files [1 group unidentified] country,

[16 groups unrecovered]

of our films [1 group unrecovered], that



VENONA

2.

[9 groups unracovered]

will [unidentified verb] to other firms for lease

[7 groups unidentified].

Considering that [2 groups unidentified] may [3 groups unrecovered] in [] group unrecovered] of American films of other firms basides RKO, [3 groups unidentified] in the contract.

Basic proposals [2 groups unidentified] in the agreement.

Please also inform concerning progress of negotiations:

- (3 groups unrecovered)
- 2) [3 groups unrecovered] INTORGKING IVANOV[i](1 group unidentified) of KALATOZOV[ii].

Comments:

IVAROV: Not traced. (1)

23 June 1971

Mikhail Konstantingwich KALATOZOV, representative of the Cinematographic Committee of the USSR in the (11) United States.